

117TH CONGRESS  
2D SESSION

# S. 5059

To improve the pilot program on acceptance by the Department of Veterans Affairs of donated facilities and related improvements to account for issues relating to inflation, and for other purposes.

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IN THE SENATE OF THE UNITED STATES

SEPTEMBER 29, 2022

Mr. LANKFORD (for himself, Mr. INHOFE, and Mrs. FISCHER) introduced the following bill; which was read twice, considered, read the third time, and passed

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## A BILL

To improve the pilot program on acceptance by the Department of Veterans Affairs of donated facilities and related improvements to account for issues relating to inflation, and for other purposes.

1       *Be it enacted by the Senate and House of Representa-  
2 tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “CHIP-IN Improve-  
5 ment Act of 2022”.

1     **SEC. 2. IMPROVING PILOT PROGRAM ON ACCEPTANCE BY**  
2                 **THE DEPARTMENT OF VETERANS AFFAIRS**  
3                 **OF DONATED FACILITIES AND RELATED IM-**  
4                 **PROVEMENTS.**

5         (a) IN GENERAL.—Section 2 of the Communities  
6     Helping Invest through Property and Improvements Need-  
7     ed for Veterans Act of 2016 (Public Law 114–294; 38  
8     U.S.C. 8103 note) is amended—

9                 (1) in subsection (b)(1)(A), by inserting “or for  
10     which funds are available from the Construction,  
11     Minor Projects, or Construction, Major Projects ap-  
12     propriations accounts”;

13                 (2) in subsection (e)(1)—

14                     (A) in subparagraph (A)—

15                         (i) by striking “The Secretary” and  
16     inserting “Except as otherwise provided in  
17     this paragraph, the Secretary”; and

18                         (ii) by inserting “or funds already  
19     generally available in the Construction,  
20     Minor Projects, or Construction, Major  
21     Projects appropriations accounts” after  
22     “that are in addition to the funds appro-  
23     priated for the facility”;

24                     (B) in subparagraph (B), by striking “sub-  
25     paragraph (A)” and inserting “this paragraph”;

(C) by redesignating subparagraph (B) as subparagraph (F); and

(D) by inserting after subparagraph (A) the following new subparagraphs:

5                         “(B) UNOBLIGATED AMOUNTS.—The Sec-  
6                         retary may provide additional funds to help an  
7                         entity described in subsection (a)(2) finance,  
8                         design, or construct a facility in connection with  
9                         real property and improvements to be donated  
10                        under the pilot program and proposed to be ac-  
11                        cepted by the Secretary under subsection  
12                       (b)(1)(B) if—

13                             “(i) the Secretary determines that  
14                             doing so is in the best interest of the De-  
15                             partment and consistent with the mission  
16                             of the Department; and

17                             “(ii) funding provided under this sub-  
18                             paragraph—

1                   the real property and improvements;  
2                   and

3                   “(II) is derived only from  
4                   amounts that—

5                   “(aa) are unobligated bal-  
6                   ances available in the Construc-  
7                   tion, Minor Projects, or Con-  
8                   struction, Major Projects appro-  
9                   priations accounts of the Depart-  
10                  ment that—

11                  “(AA) are not associ-  
12                  ated with a specific project;  
13                  or

14                  “(BB) are amounts  
15                  that are associated with a  
16                  specific project, but are un-  
17                  obligated because they are  
18                  the result of bid savings;  
19                  and

20                  “(bb) were appropriated to  
21                  such an account before the date  
22                  described in subclause (I).

23                  “(C) ESCALATION CLAUSES.—

24                  “(i) IN GENERAL.—The Secretary  
25                  may include an escalation clause in a for-

1               mal agreement under subsection (c) that  
2               authorizes an escalation of not more than  
3               an annual amount based on a rate estab-  
4               lished in the formal agreement and mutu-  
5               ally agreed upon by the Secretary and an  
6               entity to account for inflation for an area  
7               if the Secretary determines, after consulta-  
8               tion with the head of an appropriate Fed-  
9               eral entity that is not part of the Depart-  
10               ment, that such escalation is necessary and  
11               in the best interest of the Department.

12                             “(ii) USE OF EXISTING AMOUNTS.—  
13                             The Secretary may obligate funds pursu-  
14                             ant to clause (i) in connection with a for-  
15                             mal agreement under subsection (c) using  
16                             amounts that—

17                             “(I) are unobligated balances  
18                             available in the Construction, Minor  
19                             Projects, or Construction, Major  
20                             Projects appropriations accounts of  
21                             the Department that—

22 “(aa) are not associated  
23 with a specific project; or  
24 “(bb) are amounts that are  
25 associated with a specific project.

7                         “(D)                     AVAILABILITY.—Unobligated  
8                         amounts shall be available pursuant to subparagraphs  
9                         (B) and (C) only to the extent and in such amounts as provided in advance in appropriations Acts subsequent to date of the enactment of the CHIP-IN Improvement Act of 2022, subject to subparagraph (E).

14                 “(E) LIMITATION.—Unobligated amounts  
15                 made available pursuant to subparagraphs (B)  
16                 and (C) may not exceed 40 percent of the  
17                 amount appropriated for the facility before the  
18                 date on which the Secretary and the entity en-  
19                 tered into a formal agreement under subsection  
20                 (c).”; and

21 (3) in subsection (j)—

22 (A) by striking "RULE" and inserting  
23 "RULES";

24 (B) by striking “Nothing in” and inserting  
25 the following:

“(1) ENTERING ARRANGEMENTS AND AGREEMENTS.—Nothing in”; and

(C) by adding at the end the following new paragraph:

5                 “(2) TREATMENT OF ASSISTANCE.—Nothing  
6                 provided under this section shall be treated as Fed-  
7                 eral financial assistance as defined in section 200.40  
8                 of title 2, Code of Federal Regulations, as in effect  
9                 on February 21, 2021.”.

10       (b) AMENDMENTS TO EXISTING AGREEMENTS.—

11 Each agreement entered into under section (2)(c) of such  
12 Act before the date of the enactment of this Act that was  
13 in effect on the date of the enactment of this Act may  
14 be amended to incorporate terms authorized by subpara-  
15 graphs (B) and (C) of section 2(e)(1) of such Act, as  
16 added by subsection (a)(2)(D) of this section.

